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TENNESSEE WASTEWATER SYSTEMS, INC. A PUBLIC UTHETY CO. PM 1:53

TR AL DOCKET ROOM

June 10, 2005

Honorable Pat Miller Chairman Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37243-0505

05-00162

RE: Petition to amend Certificate of Convenience and Necessity

Dear Chairman Mıller:

Tennessee Wastewater Systems, Inc. desires to expand its service area to include a portion of Fentress County, Tennessee, known as the Fentress Service Area. The attached Petition is in support of our request.

Sincerely,

Charles Pickney, Jr., President

Tennessee Wastewater Systems, Inc.

7638 River Road Pike Nashville TN 37209-5733 (615) 356-2880 Fax (615) 356-7295

BEFORE THE TENNESSEE REGULATORY AUTHORITY NASHVILLE, TENNESSEE

IN RE:	PETITION OF TENNESSEE WASTEWATER SYSTEM INC. TO AMEND ITS CERTIFICATE OF CONVENIENCE AND NECESSITY	
DO	CKET No	
,	Petition of Tennessee Wastewater Systems, Inc. To amend its Certificate of Convenience and Necessity	

Tennessee Wastewater Systems, Inc. ("TWS") petitions the Tennessee Regulatory Authority ("TRA") to amend TWS's Certificate of Convenience and Necessity to expand its service area to include a portion of Fentress County known as the Fentress Service Area. (See proposed service area map Exhibit "A"). We are proposing to serve a large portion of the county per the request of the County Mayor, Mr. John B. Mullinex Within the service area, we plan to construct two systems. The Clarkrange system will serve whatever customers can be reached by the collection system that the county will install. The Highlands area system will serve the area near the state parks. It is expected that the initial customer base for both systems will include the industrial park at Clarkrange and 200 to 300 homes. The drip cell lagoon systems will have enough capacity to serve all of the initial needs and at least 10 years of future needs based on projections by the Chamber of Commerce. The system at the Highlands will be designed and constructed to meet the needs of the area near the state parks and can be expanded later if needed. The estimated system revenue is on attached sheet. Also, attached is a letter from the Fentress County Government expressing their desire for service. We have applied and been issued a TDEC permit, for the Highlands area system (permit # 04040). We have also applied for a permit for the Clarkrange territory, but a permit number has not been received. No contracts have been signed at this point. However, it is the intention of the parties that Tennessee Wastewater will own the collection, treatment, and dispersal systems and will own the property that the systems occupies. Neither the City of Jamestown, nor the Fentress County Government desires or has plans to provide sewer service to this area (see attached letters). The service area encompasses a large portion of the county as shown on the enclosed map (Exhibit "A"). Both systems utilize a watertight effluent collection, drip cell lagoon treatment and subsurface drip dispersal system. It is expected to take about 4 months to build the Clarkrange system and 3 months to construct the

system in the Highlands area. The estimated value of the contribution in aid of construction is \$1,200,000.00 for the Clarkrange system and \$300,00.00 for the Highlands system. Tennessee Wastewater will not invest any capital in the systems.

Respectfully submitted,

Charles Pickney Jr., President

Tennessee Wastewater Systems, Inc.

Fentress Service Area Estimated System Costs and Revenues for 5 years

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Costs	13,700	70,100	111,500	154,500	171,700
Revenues	14,880	76,200	121,200	168,000	186,600

System		Monthly Charge
Oakwood Subdivision - Maury County - 99-00393	3 - Sheet 1	\$35.11
Southridge Subdivision – Montgomery County – 9	7-01104 - Sheet 2	\$23.94 + actual costs
Swan Harbor – Roane County – 97-01003 – Sheet	3	\$35.11
River Road Utility District – Cheatham County – 9	7-01394 – Sheet 4	\$31.15
Milcrofton Utility District – Williamson County –	97-01393 – Sheet 5	\$37.21
Tall Oaks Subdivision – Blount County – 98-00796	0 - Sheet 6	\$35.11
Yoakum Hollow Dev. (Windsor Pt) – Campbell Co	ounty – 98-00881 – Sheet 7	\$35.11
Shreibman Development – Cannon County – 98-00	0880 – Sheet 8	\$35.11
Cornerstone of Mitchell Creek - Overton County -	- 99-00357 – Sheet 9	\$35.11
Bolton Area – Shelby County - 99-00724 – Sheet	10	\$32.68
Ussery #1- Sevier County - 00-00198 - Sheet 11		\$35.11
Harbor Pointe – Dekalb County – 00-00149 - Shee	et 12	\$35.11
Hidden Springs Resort – Sevier County – 00-00379	9 - Sheet 13	\$35.11
Eagle Crest Development – Sevier County – 01-00	234 – Sheet 14	\$35 11
Legacy Bay – Hawkins County – 00-00622 - Sheet 15		
Dollywood Project (Dream Catcher Ridge) - Sevier County - 01-00424 - Sheet 16		
Homestead Subdivision – Sevier County – 01-00423 – Sheet 17		
Rice Property (Blue Water Bay) - DeKalb County	– 01-00425 – Sheet 18	\$35.11
East Stewart – Stewart County – 01-00229 Fees: Nonpayment – 5%, Disconnection - \$10, Reconnection - \$15, Return Check - \$20, Ac	Lagoon – Sheet 19 Fixed Film Treatment – Sheetcess - \$84/yr	\$30.98 et 20 \$35.11

System	I	Monthly Charge
Eagle Springs Subdivision – Sevier County – 01-00	445 – Sheet 21	\$35.11
Jackson Bend Subdivision – Blount County - 01-00)221 – Sheet 22	\$35.11
Browning Subdivision – Knox County – 01-00492	- Sheet 23	\$35.11
Starr Crest II – Sevier County - 01-00755 – Sheet 2	4	\$35.11
City of Coopertown - Robertson County - 00-01128	Lagoon – Sheet 25 3% Fixed Film Treatment – Sheet 26	\$30.98 + Franchise fee \$35.11 + Franchise fee
Horseshoe Bend – Bedford County – 01-01025 – Sh	neet 27	\$35.11
Eagle Crest II - Sevier County - 01-01128 - Sheet	28	\$35.11
Eagle Crest Resort – Sevier County – 01-00183 – S	heet 29	\$35.11
Gnatty Branch Retreat – Sevier County – 02-00055	- Sheet 30	\$35.11
Airbase Road Condominiums – Blount County – 02	2-00478 - Sheet 31	\$35.11
Goose Creek Area -Williamson County - 02-00172	Lagoon - Sheet 32Fixed Film Treatment - Sheet 33	\$35.50 \$40.71
Falling Waters – Sevier County – 02-00782 – Sheet	34	\$35.11
Stewart County West – Stewart County – 02-00477	- Sheet 35	\$35.11
Lighthouse Point Condominiums – Jefferson Count	y – 02-00732 – Sheet 36	\$35.11
The Highlands – Sevier County – 02-00781 – Sheet	37	\$35.11
Highland Cove – Dekalb County – 03-00242 – Shee	et 38	\$35.11

Fees: Nonpayment – 5%, Disconnection - \$10, Reconnection - \$15, Return Check - \$20, Access - \$84/yr

System Monthly 6	Charge
Tims Ford State Park Area-Franklin County - 03-00286 - Lagoon - Sheet 39 bone Fixed Film Treatment - Sheet 40	30.98 + ding costs 35 11+
	ding costs
Black Bear - Sevier County - 03-00192 - Sheet 41	\$35.11
Sunnybrook – Robertson County – 03-00307 – Sheet 42	\$35.11
Sevier County – Sevier County – 03-00045 Lagoon – Sheet 43 Fixed Film Treatment – Sheet 44	\$30.98 \$35.11
Smoky Cove Subdivision – Sevier County – 03-00377 – Sheet 45	\$35.11
King Branch Road – Sevier County – 03-00386 – Sheet 46	\$35.11
Paris Landing - Henry County - 03-00544 - Lagoon Treatment - Sheet 47 Fixed Film Treatment - Sheet 48	\$30.98 \$35.11
Walnut Grove – Giles County - 04-00054 – Sheet 49	\$35.11
Turner's Landing – Hamblen County – 04-00053 – Sheet 50	\$35.11
Spring Creek Ranch – Shelby County – 04-00123 - Sheet 51	\$35.11
Marion Womack Property (Creekview Estates) – Sumner County – 04-00170 – Sheet 52	\$35.11
Arbor Crest Subdivision – Davidson County – 04-00171 – Sheet 53	\$35.11
Merril Taylor Subdivision – Blount County - 04-00274 – Sheet 54	\$35.11
Wyndsong Subdivision – Blount County – 04-00395	\$35.11
Huffines Development – Robertson County – 04-00393	\$35.11
Williamson County West - Williamson County - 04-00394 Lagoon Fixed Film Treatment -	\$35.50 \$40.71

Fees: Nonpayment – 5%, Disconnection - \$10,

Reconnection - \$15, Return Check - \$20, Access - \$84/yr

System	Ŋ	Monthly Charge
Trillium Cove Condominiums – Blount County – (Pènding))	\$35.11
Marvin Keys RV Park – Cocke County – (Pending)		\$35.11
Blackberry Ridge Subdivision – Bedford County – (Pendin	g)	\$35 11
Steve Jones Subdivision – Union County – (Pending)		\$35.11
Grainger's Landing Condominiums – Grainger County – (Pending)		\$35.11
German Creek Marina and Resort - Grainger County - (Pe	ndıng)	\$35.11
Smoky Vıllage Subdivision – Sevier County - (Pending)		\$35.11
Fentress Service Area – Fentress County	Lagoon Fixed Film Treatr	\$30.98 nent \$35.11

Fees: Nonpayment – 5%, Disconnection - \$10,

Reconnection - \$15, Return Check - \$20, Access - \$84/yr

Tennessee Wastewater Systems, Inc. Sewer Systems with Commercial Customers

System	County
Townsend Town Square – 99-00659	Blount County
Coopertown - 00-01128	Robertson County
East Stewart – 01-00229	Stewart County
Highway 31 Project (Herndon's BP) - 01-00446	Robertson County
Lyles Texaco - 01-00756	Hickman County
Topside Business Park – 01-00220	Blount County
Stewart County West - 02-00477	Stewart County
Cedar Hıll Baptıst Church – 03-00287	Robertson County
Tims Ford Area – 03-00286	Franklin County
Sunnybrook - 03-00307	Robertson County
Sevier County - 03-00045	Sevier County
Smoky Cove Subdivision – 03-00377	Sevier County
King Branch Road – 03-00386	Sevier County
Weigel's Convenience Store – 03-00519	Roane County
Paris Landing Area – 03-00544	Henry County
Turner's Landing – 04-00053	Hamblen County
Spring Creek Ranch – 04-00123	Shelby County
Marion Womack Property (Creekview Estates) - 04-00170	Sumner County
Arbor Crest Subdivision – 04-00171	Davidson County
Merril Taylor Subdivision - 04-00274	Blount County
Black Bear Ridge Expansion – 04-00045	Sevier County

Tennessee Wastewater Systems, Inc. Sewer Systems with Commercial Customers

System	County
Legacy Laurel Branch - 04-00045	Sevier County
Legacy Mountain – 04-00045	Sevier County
Legacy the Preserves – 04-00045	Sevier County
Starr Crest II Phase 4 – 04-00045	Sevier County
Timber Tops Rental Center – 04-00045	Sevier County
Trailhead — 04-00045	Sevier County
Wyndsong Subdivision – 04-00395	Blount County
Huffines Development – 04-00393	Robertson County
Williamson County West - 04-00394	Williamson County
Trillium Cove Condominiums (Pending)	Blount County
Tennessee State Bank-Wears Valley Branch (Pending)	Sevier County
Marvin Keys RV Park (Pending)	Cocke County
Brownlee Commercial Building (Pending)	Blount County
Grainger's Landing Condominiums (Pending)	Grainger County
German Creek Marina and Resort (Pending)	Grainger County
Fentress Service Area	Fentress County

Tariff Rate Sheet

Commercial Sewer Rates – with food service

The monthly sewer charge per customer is based on the design daily flow expected from the type of establishment being served. A minimum of \$100 per month will be charged for up to the first 300 gallons per day of design flow expected. (Except off-site which will have a \$94.00 minimum plus pass through costs.) For each additional 100 gallons per day of design flow expected, up to a total of 1,000 gallons per day, an additional charge of \$18.00 per month per 100 gallons will be levied. For design flows expected over 1,000 gallons per day, up to 3,000 gallons per day, the following monthly charges per 1,000 gallons of daily flow will apply.

Disposal

Treatment

	Drip Irrigation	Point Discharge	Off Site
Sand-Gravel Filter	\$170 00	\$192 00	N/A
Lagoon	\$142 00	\$163 00	N/A
* Off Site	N/A	N/A	Pass through costs & \$94 00

For design daily flows over 3,000 gallons, the monthly charge on all system configurations will be \$142.00 per 1000 gallons of daily flow.

Additional surcharges will apply when customers exceed their expected design flows. For any month that a customer's water meter reading exceeds the expected design flow, the following surcharges will apply:

Excess water usage	Surcharge
1 gallon to 1,000 gallons above expected design flow	\$210.00
1,001 gallons to 2,000 gallons above expected design flow	\$220.00
Over 2,000 gallons above expected design flow	\$220.00/1000 gallons

If the water meter readings exceed the design flow for any three consecutive months, the monthly charge will be revised to reflect the increased usage and any capital costs associated with increasing the capacity of the system will be paid by the customer.

* Off Site means treatment and disposal by another entity such as a city or utility district

Fees: Nonpayment -5%

Disconnection - \$10 Reconnection - \$15 Returned Check - \$20

City of Coopertown Franchise Fees: 3%

Tariff Rate Sheet

Commercial Sewer Rates – without food service

The monthly sewer charge per customer is based on the design daily flow expected from the type of establishment being served. A minimum of \$75 per month will be charged for up to the first 300 gallons per day of design flow expected. (Except off-site which will have a \$73.00 minimum plus pass through costs.) For each additional 100 gallons per day of design flow expected, up to a total of 1,000 gallons per day, an additional charge of \$15.00 per month per 100 gallons will be levied. For design flows expected over 1,000 gallons per day, up to 3,000 gallons per day, the following monthly charges per 1,000 gallons of daily flow will apply.

Disposal

Treatment

	Drip Irrigation	Point Discharge	Off Site
Sand-Gravel Filter	\$140 00	\$165 00	N/A
Lagoon	\$116 00	\$140 00	N/A
* Off Site	N/A	N/A	Pass through costs & \$73 00

For design daily flows over 3,000 gallons, the monthly charge on all system configurations will be \$116.00 per 1000 gallons of daily flow.

Additional surcharges will apply when customers exceed their expected design flows For any month that a customer's water meter reading exceeds the expected design flow, the following surcharges will apply:

Excess water usage	Surcharge
1 gallon to 1,000 gallon's above expected design flow	\$175.00
1,001 gallons to 2,000 gallons above expected design flow	\$200.00
Over 2,000 gallons above expected design flow	\$200 00/1000 gallons

If the water meter readings exceed the design flow for any three consecutive months, the monthly charge will be revised to reflect the increased usage and any capital costs associated with increasing the capacity of the system will be paid by the customer.

* Off Site means treatment and disposal by another entity such as a city or utility district

Fees: Nonpayment – 5%

Disconnection - \$10 Reconnection - \$15 Returned Check - \$20

City of Coopertown Franchise Fees: 3%

FENTRESS COUNTY GOVERNMENT

JOHN B. MULLINIX, COUNTY MAYOR

P.O Box 1128 Jamestown, TN 38556 E-Mail info@fentressco.com

931-879-7713 Fax 931-879-1579

May 26, 2005

Charles Pickney Tennessee Wastewater 7638 River Road Pike Nashville, Tennessee 37209

Dear Charles

Fentress County requires wastewater treatment in Clarkrange and the southern portion of Fentress County Also there is a need for service around the Big South Fork National River and Recreation Area These growth areas are currently without service and the City of Jamestown has no plans to service either

We are requesting Tennessee Wastewater provide this service. The potential for growth in these areas will stimulate investment in Fentress County and allow both residential and commercial development.

We look forward to working with you on this project

Sincerely,

John B Mullinix County Executive

FENTRESS COUNTY UTILITY DISTRICT 1026 TAYLOR PLACE ROAD JAMESTOWN, TENNESSEE 38556 879-7639

JOHN B MULLINEX MAYOR OF FENTRESS COUNTY P O BOX 1169 JAMESTOWN, TENNESSEE 38556

TO WHOM IT MAY CONCERN:

THE FENTRESS COUNTY UTILITY DISTRICT CANNOT SUPPLY SEWER SERVICES TO THE CLARKRANGE AREA.

THANK YOU,

FENTRESS CO. UTIL DIST.

Thomas B. Dunes

5/19/05

City of Jamestown

314 BAST CENTRAL AVENUE POST OFFICE BOX 670 JAMESTOWN, TENNESSEE 38556 931-879-8615 OFFICE 931-879-3543 FAX

GWENITH DUNCAN, MAYOR SARAH A. THREET, RECORDER

May 9, 2005

ALDERMEN.
JOAN BAILEY
KEITH CONATSER
D E (GENE) HOLT
I K BUSTER STOCKTON
HAROLD WHITED

TO WHOM IT MAY CONCERN:

The City of Jamestown is unable to provide sewer service to the Clarkrange area.

Sincerely,

Gwenith Duncan

Mayor

GD: dyr

JOHN B. MULLINIX, COUNTY MAYOR

P.O. Box 1128 Jamestown, TN 38556 E-Mail: info@fentressco.com

931-879-7713 Fax 931-879-1579

May 9, 2005

To Whom It May Concern:

Fentress County is unable to provide sewer service for the southern portion of Fentress County including the Clarkrange area. If you have further questions concerning the matter please feel free to contact me at 931-879-7713

County Executive

JBM/cms

City of Allardt/Allardt Water Works



2015 Michigan Avenue P.O. Box 159 Allardt, Tn 38504

June 1, 2005

Charles Pickney
Tennessee Wastewater
7638 River Road Pike
Nashville, Tennessee 37209

Dear Mr. Charles Pickney,

The City of Allardt understands Fentress County requires wastewater treatment in Clarkrange and the Southern portion of Fentress County. Also there is a need for service around the Big South Fork National River and Recreation Area. These growth areas are currently without service and the City of Jamestown has no plans to service either.

The City of Allardt operates a water utility and has no plans to enter into the wastewater treatment business. The City has no desire to develop a system to provide sewer service within our city limits or in the surrounding area in the County.

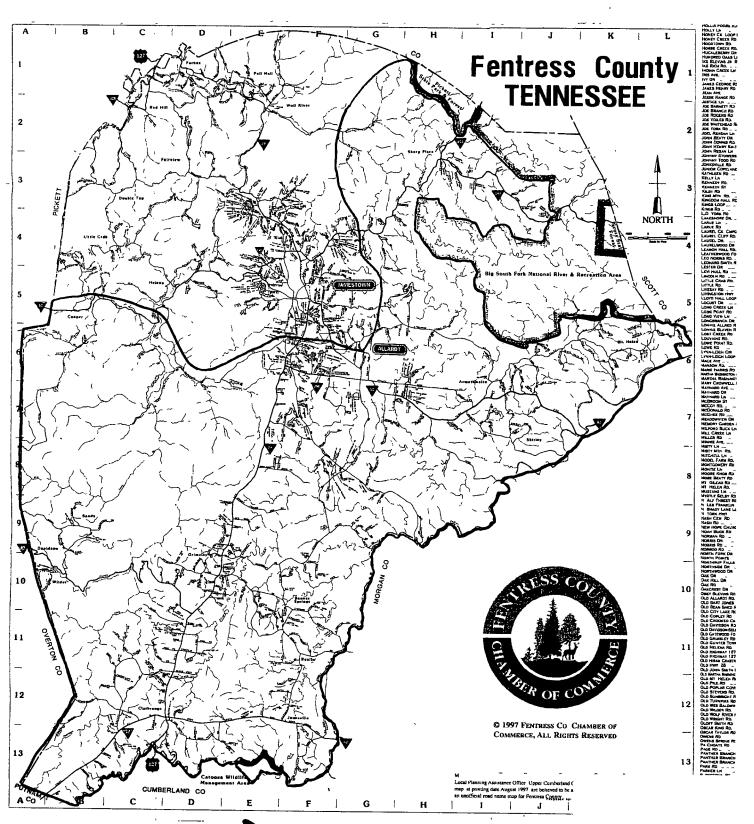
We are requesting Tennessee Wastewater provide this service to the residents and businesses of Clarkrange and wherever service is desired.

If there is anything we can do to assist you in the future, please let us know.

Sincerely,

Phillip Gernt

Mayor



(Exhibit A)